



UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
NEW YORK REGIONAL OFFICE  
THREE WORLD FINANCIAL CENTER  
SUITE 400  
NEW YORK, NEW YORK 10281-1022

April 1, 2011

**Via ECF and Overnight Courier**

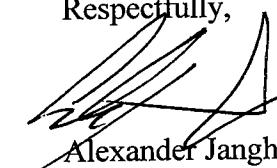
The Honorable Jack B. Weinstein  
United States District Judge  
United States Courthouse  
225 Cadman Plaza East  
Brooklyn, New York 11201

**Re: SEC v. Gryphon Holdings, Inc., et al., No. 10-cv-1742 (JBW) (JO)**

Dear Judge Weinstein:

On behalf of the Securities and Exchange Commission, I write to oppose defendant Baldwin Anderson's March 28, 2011 objection to Magistrate Judge Orenstein's Report and Recommendation, which recommended that Anderson's recent request to access frozen funds be denied. (Docket Entry ("DE") 228.) As the Commission stated in opposing the request, Anderson seeks funds to pay for college visits by his daughter. Since the request does not seek funds for living necessities, Anderson's objection should be rejected. See SEC v. Schiffer, 97 civ. 5853, 1998 WL 307375, at \*7 (S.D.N.Y. June 11, 1998) (carve-out from frozen assets limited to "necessary" living expenses).

Respectfully,



Alexander Janghorbani

Cc: All Parties (via ECF)  
Magistrate Judge Orenstein (via overnight courier)  
Baldwin Anderson (via email and overnight courier)